

CONSOLIDATED FINANCIAL STATEMENTS

ASSETS
(\$'000)

Reference Page	FS Notes Reference		Current Period		Prior Period		Opening Prior Year Restated	
			Total	Vested in Trust	Total	Vested in Trust	Total	Vested in Trust
			(01)	(02)	(03)	(04)	(05)	(06)
		Cash and Cash Equivalents	010	1,944		2,401		
21.012		Assets held for sale	020			0		
		Short Term Investments	040	0		0		
21.050 or/ou		Accrued Investment Income	070	62		0		
		Accounts Receivable	100	2,026		2,050		
21.012		Policy/Certificate Loans	200			0		
21.050		Bonds and Debentures	250	50		50		
21.012		Mortgage Loans	300	0		0		
21.012		Preferred Shares	420	3,045		2,917		
21.012		Common Shares	440	2,087		2,125		
21.012		Investment Properties	510	0		0		
		Derivative Financial Instruments	520			0		
22.020		Reinsurance Assets	530			0		
21.080		Property and Equipment	540			0		
21.012		Interests in Associates & Joint Ventures	550	0		0		
60.010		Segregated Funds Net Assets	560			0		
21.100		Other Loans and Invested Assets	600	0		0		
		Investments in Subsidiaries	750					
		Current Tax Assets	780			0		
		Deferred Tax Assets	800	187		124		
		Goodwill	820			0		
		Intangible Assets	830			0		
		Defined Benefit Pension Plan	840			0		
21.155		Other Assets	880	19		26		
		TOTAL ASSETS	899	9,420		9,693		0

CONSOLIDATED FINANCIAL STATEMENTS

LIABILITIES, POLICYHOLDERS'/SHAREHOLDERS' EQUITY AND HEAD OFFICE ACCOUNT
(\$'000)

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)	Opening Prior Year Restated (05)
		Liabilities			
		Liabilities held for sale	0	0	
22.020		Actuarial Liabilities for Insurance Contracts	832	804	
22.020		Other Contract Liabilities	173	165	
		Trust and Banking Deposits	0	0	
22.030 or/ou 21.080		Accounts Payable	1,625	1,411	
		Mortgage Loans and Other Real Estate Encumbrances	0	0	
		Derivative Financial Instruments	0	0	
		Defined Benefit Pension Plan	0	0	
		Amounts Due in respect of Staff Pension Plans (not including	0	0	
22.030		Provisions and Other Liabilities	565	516	
		Segregated Fund Liabilities	0	0	
		Current Tax Liabilities	0	48	
		Deferred Tax Liabilities	0	0	
		Subordinated Debt	0	0	
		Other Debt	0	0	
		Total Liabilities	3,195	2,944	0
		Policyholders' Equity			
20.040		Participating Account			
		Participating Account - Accumulated OCI (Loss)			
20.040		Non-Participating Account (Mutual Companies Only)			
		Non-Participating Account - Accumulated OCI (Loss)			
		Total Policyholders' Equity	0	0	
		Shareholders' Equity			
		Capital Stock			
		Other Capital			
		Contributed Surplus			
20.040		Retained Earnings			
		Accumulated Other Comprehensive Income (Loss)			
		Total Shareholders' Equity	6,225	6,749	
		Non-controlling Interests	0	0	
		Total Equity	6,225	6,749	0
		TOTAL LIABILITIES AND EQUITY	9,420	9,693	0
20.044		Head Office Account	800		
		Accumulated Other Comprehensive Income (Loss)	840		
		TOTAL LIABILITIES, HEAD OFFICE ACCOUNT AND ACCUMULATED	999		

CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF INCOME
(\$'000)

Reference Page	FS Notes Reference		Current Period (01)	Prior Period (03)
		Revenue		
35.020		Gross Premiums	1,260	5,509
35.020		Premiums ceded	0	0
45.020		Net Premiums	1,260	5,509
35.020		Gross Investment Income	32	308
35.020		Less: Investment Expenses and Taxes	0	0
23.010		Net Investment Income	32	308
35.020		Share of Income/(Loss) of Associates & Joint Ventures	0	0
		Fee Income	0	0
23.030		Other Revenue	0	0
35.020		Fraternal and Other Fund Revenues	0	0
		Total Revenue	1,292	5,817
		Policy/Certificate Benefits and Expenses		
35.020		Policyholder/Certificateholder Benefits	40	196
35.020		Benefits ceded	0	0
		Gross Changes to Actuarial Liabilities		
35.020		Normal	28	(743)
35.020		Basis Change	0	0
35.020		Gross Changes to Other Contract Liabilities	0	0
35.020		Changes in Actuarial and Other Contract Liabilities Ceded		
35.020		Normal	0	0
35.020		Basis Change	0	0
35.020		Policyholder/Certificateholder Dividends	0	0
35.020		Experience Rating Refunds	0	0
35.020		Transfer to and (Transfer from) Other Funds	0	0
35.020		Gross Commissions	0	0
35.020		Commissions Ceded	0	0
35.020		Interest on Policyholder/Certificateholder Amounts on Deposit	0	0
23.030		Interest Expense and Finance Costs	0	0
23.030		General Expenses and Taxes (excl income taxes)	1,120	5,369
23.030		Other Expenses	0	0
35.020		Fraternal & Other Fund Expenses	0	0
		Total Benefits and Expenses	1,188	4,822
		Income Before Income Tax	104	995
		Provision for Income Taxes		
		Current	80	247
		Deferred	(64)	(51)
		Income before the following:	88	799
35.020		Discontinued Operations (net of Income Taxes of \$)	0	0
		Income Before Attribution to Participating Policyholders/Certificateholders	88	799
		Income Attributable to Participating Policyholders/Certificateholders (Stock companies)	0	0
35.020		Net Income	88	799
35.020		Less: Fraternal and Other Fund Account	0	0
35.020		Net Income: Insurance Fund	88	799
		Attributable to:		
		Non-controlling Interests		0
		Equity Holders	88	799
			(99)	
			830	0

CONSOLIDATED FINANCIAL STATEMENTS**STATEMENT OF EQUITY IN PARTICIPATING ACCOUNT
(\$'000)**

Reference Page	FS Notes Reference	(05)	Current Period (01)	Prior Period (03)
		Beginning of Year	010	0
		Adjustments	040	0
			070	0
<u>20.030</u>		Share of Net Income (Loss)	100	0
<u>20.040</u>		Transfer from (to) Retained Earnings (Stock companies only)	130	0
<u>20.040</u>		Transfer from (to) Non-Par Account (Mutual companies only)	160	0
		End of Year	199	0

**STATEMENT OF NON-PARTICIPATING ACCOUNT
Mutual Companies Only
(\$'000)**

Reference Page	FS Notes Reference	(05)	Current Period (01)	Prior Period (03)
		Beginning of Year	310	0
		Adjustments	340	0
			370	0
<u>20.030</u>		Share of Net Income (Loss)	400	0
<u>20.040</u>		Transfer from (to) Par Account	430	0
		Dividends to Preferred Shareholders	460	0
		End of Year	499	0

**STATEMENT OF RETAINED EARNINGS
Stock Companies Only
(\$'000)**

Reference Page	FS Notes Reference	(05)	Current Period (01)	Prior Period (03)
		Beginning of Year	510	488
		Adjustments	540	0
			570	0
<u>20.030</u>		Share of Net Income (Loss)	600	88
<u>20.040</u>		Transfer from (to) Par Account	630	0
		Dividends to Shareholders:		
		Preferred	710	0
		Common	740	390
		End of Year	859	488

Summary of Capital Elements and Ratio Calculations
(thousands of dollars)

	01	02	Ref
Capital Available:			
Tier 1			
Common shares		5,000	001
Contributed surplus		1,000	002
Retained earnings	186		003
Less: Accumulated after tax fair value gains/(losses) arising from changes in institution's own credit risk			301
Less: After tax fair value gains/(losses) on own-use property upon conversion to IFRS (cost model)			204
Plus: Accumulated after tax revaluation loss on own-use property (revaluation model)			206
Less: Accumulated net after tax fair value gains after transition to IFRS on investment properties that do not back liabilities			208
Less: Net decrease in actuarial liabilities due to recognition of mortality improvement			210
Less: Discretionary participation features included in reported equity			212
Plus: Adjustment to retained earnings for phase-in of IFRS			214
Retained earnings for MCCR purposes		186	203
Future use: fair value option			302
Participating account			004
Non-cumulative perpetual preferred shares			005
Qualifying non-controlling interests (excluding innovative tier 1)			006
Innovative Instruments in Tier 1 (max 15% net tier 1)			007
Non-participating account (mutual companies)			311
Accumulated net after-tax foreign currency translation adjustment reported in Other Comprehensive Income (OCI)			313
Accumulated net after-tax unrealized loss on available-for-sale equity securities reported in OCI			314
Accumulated changes in liabilities included in OCI under shadow accounting			316
Accumulated defined benefit pension plan remeasurements included in OCI			317
Adjustment amount to phase-in the impact on tier 1 capital on account of defined benefit pension plan assets (liabilities) *			318
Gross Tier 1 Capital		6,186	010
Less: Deductions for Net Tier 1 Capital (page 20.020, line 249)	0		012
Net Tier 1 Capital		6,186	020
Less: Additional deductions for Adjusted Net Tier 1 Capital (page 20.020, line 299)	0		321
Adjusted Net Tier 1 Capital		A 6,186	329
Tier 2A (page 20.020 line 079)	39		021
Tier 2B allowed (page 20.030 line 045)	0		022
Tier 2C (page 20.030 line 068)	0		023
Net Tier 2 Capital (page 20.030 line 695)		B 39	025
Total Capital Available	(A+B) C	6,225	040
Capital Required:			
Asset Default and Market Risk			
Asset Default (C-1) Risk			
- Backing Non-Par, Surplus and Non-Qualifying Participating	i) 543		041
- Backing Qualifying Participating Policies	ii)		042
Index Linked Pass Through Products	iii)		043
C-1 and C-3 requirements for letters of credit and collateral used to obtain reserve or capital credit for unregistered	iv)		220
Off-Balance Sheet Exposures			
- Backing Non-Par, Surplus and Non-Qualifying Participating	v)		044
- Backing Qualifying Participating Policies	vi)		045
Segregated Funds Risk	vii)		046
Total Asset Default and Market Risk	sum of (i to vii)	543	050
Insurance Risks			
Mortality Risk	i) 218		051
Morbidity Risk	ii) 399		052
Lapse Risk	iii)		053
Total Insurance Risks	sum of (i to iii)	617	060
Changes in Interest Environment (C-3) Risk			
Foreign Exchange Risk			062
Other (specify)*			067
Total Capital Required		D 1,160	070
MCCR Ratios			
Tier 1	(A + D) x 100	533.39	098
Total	(C + D) x 100	536.78	099

*Phase-in of the impact of including in Tier 1 the AOCI DB Plan remeasurements balance, if any, as at Dec 31, 2012 and of the net restatement of retained earnings
*Provide details of additional requirements.